



# INTERNATIONAL EGG AND POULTRY REVIEW

ISSN 1522-5100



U. S. Department of Agriculture

Agricultural Marketing Service

Poultry Programs

Market News Branch

## U.S., Russia Resolve Poultry Dispute

In a joint press release on August 23, 2002, Agriculture Secretary Ann M. Veneman, Commerce Secretary Donald L. Evans and U.S. Trade Representative Robert B. Zoellick announced the U.S. and Russia reached agreement on a new veterinary certificate. The new certificate will allow for the continuation of U.S. poultry exports to Russia.

Zoellick said the U.S. would continue to work with Russian officials to ensure rapid and effective implementation of the agreement.

Undersecretary of Agriculture J.B. Penn said the veterinary certificate is the document that contains the rules and regulations that govern poultry trade with Russia. The certificate covers sanitary, health, shipping and documentation requirements. The Russians have also been concerned about fraud, tampering and duplication of the certificates, so the new certificate will be more tamper-proof.

Under the agreement, U.S. poultry-processing plants and cold-storage sites would be re-inspected according to the new standards by a team of Russian and U.S. specialists over the next nine months.

Russia imposed a ban on poultry exports to Russia on March 1, 2002. The ban was lifted on April 15, however Russia imposed other restrictions that severely limited U.S. poultry exports.

Poultry meat exports to Russia totaled 1,114,093 metric tons in 2001. For the first six months of 2002, exports fell 28 percent to 372,125.5 MT, compared to 516,874.9 MT for January through June 2001.

Sources: U.S. Department of State, USDA Radio Newswire, U.S. Department of Commerce and various news sources

## Huat Lai Plans to Export to Japan

In Malaysia, integrated poultry farm operator Huat Lai Resources Bhd plans to export eggs to Japan. Huat Lai is currently the largest local exporter of table eggs to Singapore. On average, it exports half its total daily output to Singapore, with occasional shipments to Hong Kong and Indonesia. Future plans include venturing into liquid pasteurized egg production, to cater mainly to industrial users in the bakery and food processing sector, by 2004.

The company is expected to invest RM12 million in seven additional modern multi-tiered layer farm houses to increase its commercial table egg production to 1.4 million eggs/day by the end of next year. The Malacca based company has 13 multi-tiered houses with 1.2 million layers producing about 950,000 eggs daily.

Source: International Egg Commission

## U.S. Exports of Chicken Leg Quarters (in MT)

	January-June		June	
	2001	2002	2001	2002
Angola	19,319.9	18,414.9	4,396.4	2,553.3
China	18,101.3	3,884.6	3,950.5	1,389.1
Hong Kong	24,499.8	18,453.6	2,315.7	1,008.2
Korea	20,451.2	29,505.3	4,386.9	3,658.9
Mexico	14,207.5	10,304.6	1,195.3	1,441.6
Poland	23,957.1	18,080.5	1,337.3	6,074.8
Russia	264,515.1	216,221.5	79,905.5	49,521.8
World Total	580,323.1	496,351.2	124,067.1	99,122.8

Source: Department of Commerce, U.S. Census Bureau, Foreign Trade Statistics

## Verification-Inspection Points in Nuevo Laredo & Colombia

The deadline of October 12, 2002 for all poultry and meat verification-inspection points (VIPS) to be located on the Mexican side of the US-Mexican border is fast approaching. Fortunately, the number one crossing point for U.S. meat and poultry exports to Mexico, Nuevo Laredo/Colombia, appears to be ready for the change over. As of August 9, 2002, there are five VIPS in various stages of construction, of which one is already open for business.

Two others are finished and are expected to be staffed with SAGARPA (Secretariat of Agriculture, Livestock, Rural Development, Fisheries and Food) inspectors in time for the October 12, 2002, deadline, while construction on the remaining two is not expected to be finished until November and December 2002, respectively.

The three VIPS that will be ready have a combined 73 "doors" (i.e., slots for trailers to unload) between them, which is 8 more than the 65 doors that are currently operating out of the seven VIPS located on the U.S. side of the border. Come October 12, 2002, U.S. exporters of poultry and meat products crossing their product through Nuevo Laredo and Colombia should not experience many bottlenecks or back-ups.

Source: USDA/FAS

## Japanese Frozen Broiler Imports (in metric tons)

	United States	China	Brazil	Thailand	Total
<b>2001</b>					
April	6,165	18,412	8,074	9,426	42,077
May	8,037	22,293	6,387	9,302	46,019
<b>Total</b>	28,408	86,658	34,086	46,937	196,089
<b>2002</b>					
April	3,457	8,192	17,865	16,430	45,944
May	2,654	10,131	17,700	14,511	44,996
<b>Total</b>	16,735	41,350	87,688	88,372	234,145

Source: ALIC Monthly statistics

**Inspected Egg Products-U.S. & Canada Export/Import Trade****U.S. Exports to Canada, in Pounds (000) (Preliminary)**

Week Ending August 17, 2002

Year-To-Date

	2002	2001 /1	2002	2001
Liquid	156	312	11,354	7,183
Frozen	0	0	21	78
Dried	41	0	368	40
Total	197	312	11,743	7,301

**U.S. Imports From Canada, in Pounds (000) (Preliminary)**

Week Ending August 17, 2002

Year-To-Date

	2002	2001/1	2002	2001
Liquid	68	174	4,137	3,487
Frozen	64	33	2,277	847
Dried	60	0	3,358	375
Total	192	207	9,772	4,709

**Inspected Shell Eggs****U.S Exports To Canada, In 30-Dozen Cases (Preliminary)**

Week Ending August 17, 2002

Year-To-Date

	2002	2001 /1	2002	2001
Jumbo	0	0	1,160	87
Extra Large	18,975	3,390	37,238	37,507
Large	13,850	3,629	89,203	79,623
Medium	7,500	750	37,920	31,228
Ungraded	1,440	8,130	186,935	236,600
Misc	0	3,000	13,482	61,029
Total	41,765	18,899	365,938	446,074

/1 Comparable Week, to-date figures may not total due to rounding.

Source: USDA/AMS Poultry Programs, Market News Branch in cooperation with Agriculture Canada, Poultry Development Division.

**LIVE POULTRY SLTRD UNDER INSPECTION** W/E 17-Aug-02**(PRELIMINARY) U.S. FOWL SLAUGHTERED DOMESTICALLY**

	LIGHT HENS	HEAVY HENS	TOTAL HENS
HEAD	1,764	1,523	3,287
LAST WEEK	1,738	1,605	3,343
SAME WEEK YR AGO	1,795	1,466	3,261
TO-DATE/2002	58,263	45,188	103,451
TO-DATE/2001	58,236	45,365	103,601

THOUSANDS

**U.S. FOWL SLAUGHTERED IN CANADA**

	LIGHT HENS	HEAVY HENS	TOTAL HENS
HEAD	302	4	306
LAST WEEK	326	7	333
SAME WEEK YR AGO	359	8	367
TO-DATE/2002	10,293	219	10,512
TO-DATE/2001	14,877	224	15,101

THOUSANDS

SOURCE: AGRICULTURE CANADA, PLTRY DEVELOPMENT DIV.

**TOTAL U.S. FOWL SLAUGHTERED IN THE U.S. AND CANADA**

	LIGHT HENS	HEAVY HENS	TOTAL HENS
HEAD	2,066	1,527	3,593
LAST WEEK	2,064	1,612	3,676
SAME WEEK YR AGO	2,154	1,474	3,628
TO-DATE/2002	68,556	45,407	113,963
TO-DATE/2001	73,113	45,589	118,702

SOURCE: USDA/AMS PLTRY PROGRAMS, MRKT NEWS BR.

**CENTRAL REGION MECHANICALLY SEPARATED CHICKEN**

F.O.B. SHIPPER DOCK OR EQUIVALENT, PRICES NEGOTIATED FOR MECHANICALLY SEPARATED CHICKEN IN THE CENTRAL REGION IN TRUCKLOT AND LESS THAN TRUCKLOT VOLUMES, CENTS PER POUND, DELIVERY WITHIN TWO WEEKS.

**EASTERN REGION MECHANICALLY SEPARATED CHICKEN**

F.O.B. SHIPPER DOCK OR EQUIVALENT, PRICES NEGOTIATED FOR MECHANICALLY SEPARATED CHICKEN IN THE EASTERN REGION IN TRUCKLOT AND LESS THAN TRUCKLOT VOLUMES, CENTS PER POUND, DELIVERY WITHIN TWO WEEKS.

**CHICKEN**23-AUG-2002  
PRICES VOLUME  
(Cents per Pound)

FAT CONTENT	FROZEN	FRESH	TOTAL	EXPORT
15% OR LESS				
RANGE	-	-	-	-
WTD AVERAGE				

**CHICKEN, WITH SKIN ADDED**PRICES VOLUME  
(Cents per Pound)

FAT CONTENT	FROZEN	FRESH	TOTAL	EXPORT
15% OR LESS				
RANGE	15.50-16.50	14.00	285,600	-
WTD AVERAGE	15.83	14.00		
15-20%				
RANGE	11.00-16.00	11.00-12.50	1,917,600	693,600
WTD AVERAGE	12.41	11.58		
20% OR MORE				
RANGE	-	-	-	-
WTD AVERAGE				

\* INCLUDES THE STATES of AL, AR, IA, IL, IN, KS, KY, LA, MI, MN, MO, MS, ND, NE, OK, OH, SD, TN, TX, WI

**CHICKEN**23-AUG-2002  
PRICES VOLUME  
(Cents per Pound)

FAT CONTENT	FROZEN	FRESH	TOTAL	EXPORT
15% OR LESS				
RANGE	-	-	-	-
WTD AVERAGE				

**CHICKEN, WITH SKIN ADDED**PRICES VOLUME  
(Cents per Pound)

FAT CONTENT	FROZEN	FRESH	TOTAL	EXPORT
15% OR LESS				
RANGE	12.00-17.00	13.50-14.00	774,000	208,000
WTD AVERAGE	15.92	13.65		
15-20%				
RANGE	14.00-15.00	10.00-15.00	1,361,000	104,000
WTD AVERAGE	14.82	12.56		
20% OR MORE				
RANGE	-	-	-	-
WTD AVERAGE				

\* INCLUDES THE STATES of CT, DE, FL, GA, MA, MD, ME, NC, NH, NJ, NY, PA, RI, SC, VA, VT, WV

**NATIONAL YOUNG TURKEY PARTS AND BULK MEAT**, FROZEN (UNLESS SPECIFIED), CENTS PER LB., DELIVERED FIRST RECEIVERS, PART AND FULL TRUCKLOTS AS OF 23 AUGUST 2002.

Trade sentiment on fresh tom breast meat was steady to firm for the fair to good demand. Offerings were limited and held with confidence. Frozen tom breast meat trade sentiment was steady to instances fully steady. Some sellers increased their frozen tom breast meat offering prices in response to the strong fresh market while others note adequate offerings. Demand light. Fresh destrapped tenderloin trade sentiment steady to firm and some increased confidence was noted on frozen. Fresh demand was fair to good, frozen light. Destrapped tenderloin offerings were tight on fresh, frozen mixed as some thaw frozen inventories for internal usage. The thigh meat undertone was about steady with some Russian interest noted for September shipments. Domestic trading light. Mature hen drums 13.50 cents, private label Grade A basted-netted-timed 4-8 lb. breasts 98 delivered October, and frozen tom breast meat +6 months age 122 cents delivered current, tom defatted gizzards 45 cents shipping point. Export trading light.

**FRIDAY, AUGUST 23, 2002****EXPORT TRADING**

	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)	WEEKLY WTD AVG PRICE	WEEKLY VOLUME (000)
DRUMSTICKS, TOMS	17.50-19.00		18.30	224	19.64	648
WINGS FULL-CUT - TOMS		F	18.00	108		
WINGS, V-TYPE, TOM	23.50		23.50	52	23.50	52
TAILS		F	15.75	216		
MECHANICALLY SEPARATED 2/	19.00		19.00	40	19.00	120
THIGH MEAT - FROZEN	50.00-56.00		50.94	332	47.93	1,756

**THURSDAY AUGUST 22, 2002****EXPORT TRADING**

	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)
DRUMSTICKS, TOMS	20.00		20.00	240
WINGS FULL-CUT - TOMS		F	18.00	108
WINGS, V-TYPE, TOM		F	24.00	216
TAILS		F	15.75	216
MECHANICALLY SEPARATED 2/	19.00		19.00	80
THIGH MEAT - FROZEN	41.50-53.00		43.85	620

**WEDNESDAY, AUGUST 21, 2002****EXPORT TRADING**

	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)
DRUMSTICKS, TOMS	20.00-21.00		20.50	80
WINGS FULL-CUT - TOMS		F	18.00	108
WINGS, V-TYPE, TOM		F	24.00	216
TAILS		F	15.75	216
MECHANICALLY SEPARATED 2/		F	18.50	120
THIGH MEAT - FROZEN	45.00-55.00		48.54	644

**TUESDAY, AUGUST 20, 2002****EXPORT TRADING**

	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)
DRUMSTICKS, TOMS	21.00		21.00	104
WINGS FULL-CUT - TOMS		F	18.00	108
WINGS, V-TYPE, TOM		F	24.00	216
TAILS		F	15.75	216
MECHANICALLY SEPARATED 2/		F	18.50	120
THIGH MEAT - FROZEN	55.00		55.00	160

**MONDAY, AUGUST 19, 2002****EXPORT TRADING**

	PRICE RANGE	L.S.T. CODE 1/	WTD AVG PRICE	VOLUME (000)
DRUMSTICKS, TOMS		F	19.27	860
WINGS FULL-CUT - TOMS		F	18.00	108
WINGS, V-TYPE, TOM		F	24.00	216
TAILS		F	15.75	216
MECHANICALLY SEPARATED 2/		F	18.50	120
THIGH MEAT - FROZEN		F	52.15	520

1/ CODES FOR LAST SIGNIFICANT TRADE (L.S.T.): M=MONDAY T=TUESDAY W=WEDNESDAY R=THURSDAY F=FRIDAY

2/ Product contains 15-20% fat with skin added.

210 WALNUT STREET, ROOM 951, DES MOINES, IOWA, 50309 515/284-4471 FAX 515/284-4468

Visit us on the World Wide Web at <http://www.ams.usda.gov/marketnews.htm>